Chairman Vap called the regularly scheduled meeting to order at 10:00 a.m. with Commissioners Lowell Johnson, Landis and Vap present and Commissioners Boyle and Rod Johnson excused at the beginning of the meeting.

GENERAL ADMINISTRATION

Notice was duly published May 25, 2004, on Page 6 of $\frac{\text{The}}{\text{Daily Record}}$ that the regular public meeting of the Commissioners of the Nebraska Public Service Commission would be held June 2, 2004, at 10:00 a.m. in the Commission Hearing Room, 300 The Atrium, 1200 N Street, Lincoln.

Attention was called to the following proceedings:

Wednesday, June 2, 2004 through Friday, June 4, 2004:

| 1:30 9:00 9:00 | Commission Hearing Room, Lincoln Wednesday, June 2, 2004 Thursday, June 3, 2004 Friday, June 4, 2004 |
|--------------------------------|--|
| C-3096, C-3110 to C-3122 | In the Matter of Great Plains Communications, Inc.; Clarks Telecommunications Co.; Consolidated Telephone Company; Consolidated Telco, Inc., and Consolidated Telcom, Inc.; Hamilton Telephone Company; Hartington Telecommunications Co.; Hershey Cooperative Telephone Co.; K & M Telephone Company; Nebraska Central Telephone Company; Northeast Nebraska Telephone Company; Sodtown Telephone Company; Stanton Telecom, Inc.; Three River Telco; Eastern Nebraska Telephone Company; Rock County Telephone Company, seeking suspension or modification of the Federal Communications Commission requirement to implement wireline-wireless number portability pursuant to 47 U.S.C. Section 251(f)(2). Commissioner Vap chairing. |

 $\,$ Commissioners Boyle and Rod Johnson entered the Commission Hearing Room.

COMMUNICATIONS DEPARTMENT

 $\,$ Cheryl Elton informed the Commission of the complaints received in the preceding month.

FC-1316 In the Matter of Nebraska Technology Operations Center, dba Kearney.net, Kearney, vs. Citizens/Frontier Communications, Kearney, alleging a billing error: Motion made by Commissioner Frank Landis, seconded by Commissioner Rod Johnson to enter an order dismissing the complaint. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis, Jerry Vap voting AYE.

COMMUNICATIONS DEPARTMENT (Cont.)

FC-1318 In the Matter of All American Insurance Inc., Lincoln, vs. Alltel Communications, Little Rock, Arkansas, alleging a billing error: Angela Melton informed the Commission that the parties had reached an agreement and that the complaint would be dismissed in the near future.

C-2940 In the Matter of the Commission, on its own motion, seeking to determine whether the retail service quality provided by Alltel is adequate: Don Gray informed the Commission that Alltel's monthly service quality report for the month of April 2004, had been received.

C-3187 In the Matter of Qwest Corporation, Denver, Colorado, seeking approval of its Statement of Generally Available Terms and Conditions for interconnection unbundled network elements, ancillary services, and resale of telecommunications services with ComTech21, LLC, Wallingford, Connecticut: Motion made by Commissioner Rod Johnson, seconded by Commissioner Frank Landis to enter an order granting the application. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis, Jerry Vap voting AYE.

C-3206 In the Matter of the Commission, on its own motion, seeking to administer the Nebraska Internet Enhancement Fund:

Angela Melton informed the Commission that the the application packets were sent out. The pre-application period began on June 1, 2004.

C-3186 In the Matter of OrbitCom, Inc., Sioux Falls, South Dakota, seeking designation as an eligible telecommunications carrier that may receive federal and state universal service support: A hearing was scheduled for July 27, 2004, at 1:30 p.m. in the Commission Hearing Room, Lincoln. Commission Rod Johnson will preside as Hearing Officer.

John Burvainis informed the Commission that the Federal Communications Commission is inviting comments on the National Association of State Utility Consumer Advocates (NASUCA) petition for a declaratory ruling prohibiting wireline and wireless telecommunications carriers from imposing monthly line-item charges, surcharges or other fees on customers' bills unless such charges have been expressly mandated by a regulatory agency. Commissioner Boyle expressed desire to comment.

John Burvainis informed the Commission that the staff had received complaints on the use of automatic-dialing and announcing devices in Omaha. Messages received referenced the Omaha Public Power District. Commissioner Boyle requested that staff gather further information and update the Commission.

UNIVERSAL SERVICE FUND

NUSF-32 In the Matter of the Commission, on its own motion, seeking to conduct an inquiry into the failure of various companies to comply with Commission Orders and, at its own discretion, impose administrative fines against the named defendants: Motion made by Commissioner Rod Johnson, seconded by Commissioner Anne Boyle to dismiss Ionex Communications North, Incorporated from these proceedings. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis, Jerry Vap voting AYE.

Jeff Pursley reported on Late-Filed Carrier Remittances. Motion made by Commissioner Frank Landis, seconded by Commissioner Rod Johnson to file a complaint against IDT America, Inc. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis, Jerry Vap voting AYE.

NUSF-37.29 In the Matter of Jeffrey L. Pursley, Director, Nebraska Universal Service Fund Department, Nebraska Public Service Commission, Complainant, vs. Public Communications Services, Respondent: Jeff Pursley reported on the request for waiver of late fees and administrative fines received from the respondent.

NUSF-37.22 In the Matter of Jeffrey L. Pursley, Director, Nebraska Universal Service Fund Department, Nebraska Public Service Commission, Complainant, vs. NUI Telecom, Respondent: Jeff Pursley discussed the proposed stipulation of \$1,000 received from the respondent.

E911 DEPARTMENT

Angela Melton reported on a letter received from Alltel regarding the Request for Proposal related to the implementation of Phase II. Pursuant to requirements of the RFP, the letter will be posted on the website along with all other written questions received. The staff is currently reviewing Alltel's concerns and will draft a written response. A pre-proposal conference is scheduled for June 3, 2004, at 1:30 p.m. in the Conference Room, Department of Banking, 1200 N Street, Suite #310, Lincoln, which may answer some of Alltel's questions.

NATURAL GAS DEPARTMENT

NG-0020/ In the Matter of the Commission, on its own motion, seeking PI-80 to conduct a review related to a settlement agreement among the State of Nebraska, acting by and through the Governor's Policy Research Office; the Nebraska Public Service Commission; and Kinder Morgan, Inc., a Kansas corporation: Motion made by Commissioner Frank Landis, seconded by Commissioner Rod Johnson to enter an order approving verification of a settlement agreement. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis, Jerry Vap voting AYE.

NATURAL GAS DEPARTMENT (Cont.)

The Commission scheduled a workshop for 10:00 a.m. on June 9, 2004, at Northern Natural Gas, 1111 South 103rd Street, Omaha. The workshop will include a tour and presentation on general operations.

Laura Demman provided a report on the number and nature of natural gas consumer inquiries and complaints received during the previous month.

GRAIN WAREHOUSE DEPARTMENT

GW-1883 In the Matter of Salem Grain Co., Inc., Salem: An order was entered approving, without objection, a request for measure-up on July 31, 2004.

GW-2127 In the Matter of The Scoular Company, Omaha, seeking a \$25,000.00 deductible on its stock insurance: Motion made by Commissioner Lowell Johnson, seconded by Commissioner Anne Boyle to grant the application. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis, Jerry Vap voting AYE.

Schedule In the Matter of fixing reasonable storage rates and A Rates charges for public grain warehouses: Motion made by Commissioner Lowell Johnson, seconded by Commissioner Anne Boyle to approve Schedule A Rates. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis, Jerry Vap voting AYE.

Schedule In the Matter of fixing reasonable storage rates and E Rates charges for public grain warehouses: Motion made by Commissioner Lowell Johnson, seconded by Commissioner Anne Boyle to approve Schedule E Rates. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis, Jerry Vap voting AYE.

TRANSPORTATION DEPARTMENT

M-14182 In the Matter of Steve R. Nash, dba Capital Home Improvements, Lincoln, seeking authority as a common carrier of household goods by truck between points in Lincoln and between points in Lincoln, on the one hand, and, on the other hand, points within a 100-mile radius of Lincoln: Motion made by Commissioner Frank Landis, seconded by Commissioner Anne Boyle to dismiss the application.
Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis, Jerry Vap voting AYE.

TRANSPORTATION DEPARTMENT (Cont.)

Rate Division

MR-1009 In the Matter of the Commission, on its own motion, seeking PI-70 to initiate an investigation on range uniformity in the Official Intracity Household Goods Tariff 22, and to develop procedures for efficiently processing household goods mover tariff amendments: Motion made by Commissioner Frank Landis, seconded by Commissioner Lowell Johnson to grant the application. Commissioner Boyle moved to amend the motion to lower the increase to 6%. The motion died for lack of a second. Commissioner Boyle asked that a dissenting opinion be added to the order. Motion passed with Commissioners Lowell Johnson, Rod Johnson, Frank Landis, Jerry Vap voting AYE and Commissioner Anne Boyle voting NAY.

MR-930 In the Matter of Movers and Warehouse Division, Nebraska Motor Carriers Association, Lincoln, seeking authority to establish a fuel surcharge in Nebraska Official Household Goods Tariff 7-F: The fuel surcharge was decreased to 22 cents per mile and the taxi surcharge retained at 50 cents per trip.

GENERAL ADMINISTRATION

Motion made by Commissioner Lowell Johnson, seconded by Commissioner Anne Boyle to approve the following Commission invoices. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis, Jerry Vap voting AYE.

| Department of Corrections | \$ | 875.00 |
|---------------------------|----|----------|
| ASAP Software | Ψ. | 589.98 |
| ASAP SOLLWARE | | 509.90 |
| Executive Travel | | 521.90 |
| Kelly Services | | 1,225.35 |
| Larry Thompson | | 9,255.00 |
| Anne Boyle | | 898.18 |
| Anne Boyle | | 270.00 |

Upon agreement of all Commissioners, authorization was granted for Commissioners to attend the National Association of Regulatory Utility Commissioners Summer Conference to be held in Salt Lake City, Utah, from July 10-14, 2004.

Upon agreement of all Commissioners present, Commission meeting dates for the third quarter of 2004 were scheduled as follows:

July 7 (Wednesday following Independence Day), 20 and 27 August 3, 10, 17, 24 and 31 September 8 (Wednesday following Labor Day), 21 and 28 No meetings the week of July 13 & September 14

| Boyle, Lowell Johnson, Rod Johnson, | Landis and Vap present. The next | | | |
|---|----------------------------------|--|--|--|
| regularly scheduled meeting will be | | | | |
| a.m. with an agenda to be available | in the office of the Executive | | | |
| Director at 10:00 a.m. on June 7, 2004. | | | | |
| Chairman | Executive Director | | | |

The meeting adjourned at 10:40 a.m. with Commissioners